

**TUFTS MEDICAL CENTER, INC.  
OBLIGATED GROUP**

**SUPPLEMENTAL COMBINING STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED SEPTEMBER 30, 2008  
(Amounts in thousands)**

	Tufts Medical Center Inc.	Tufts Medical Center Real Estate	Eliminations	Combined Total
REVENUE:				
Net patient service revenue	\$ 500,826	\$ -	\$ -	\$ 500,826
Revenue from research and other sponsored programs	53,493			53,493
Other operating revenue	25,149	353		25,502
Net assets released from restrictions used for operations	3,222			3,222
Investment loss	(8,055)	(1,026)		(9,081)
Gain on sale of property		6,296		6,296
Total revenue	<u>574,635</u>	<u>5,623</u>	<u>-</u>	<u>580,258</u>
EXPENSES:				
Salaries and wages	289,829	64		289,893
Employee benefits	46,431	13		46,444
Supplies and other	156,742	126		156,868
Purchased services	57,499	16		57,515
Provision for uncollectible accounts	12,148			12,148
Depreciation and amortization	22,196	10		22,206
Interest	4,463	169		4,632
Total expenses	<u>589,308</u>	<u>398</u>	<u>-</u>	<u>589,706</u>
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES	(14,673)	5,225	-	(9,448)
OTHER CHANGES IN UNRESTRICTED NET ASSETS:				
Transfers and other charges	(6,485)	(6,296)		(12,781)
Change in net unrealized losses on investments	(3,326)	(121)		(3,447)
Net assets released from restrictions for purchase of equipment	69			69
Pension-related adjustments	2,675			2,675
DECREASE IN UNRESTRICTED NET ASSETS	<u>\$ (21,740)</u>	<u>\$ (1,192)</u>	<u>\$ -</u>	<u>\$ (22,932)</u>

**NEW ENGLAND MEDICAL CENTER HOSPITALS, INC.  
OBLIGATED GROUP**

**SUPPLEMENTAL COMBINING STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED SEPTEMBER 30, 2007  
(Amounts in thousands)**

	Hospital	Real Estate	Eliminations	Combined Total
<b>REVENUE:</b>				
Net patient service revenue	\$453,554	\$ -	\$ -	\$453,554
Revenue from research and other sponsored programs	57,001			57,001
Other operating revenue	24,807	958	(605)	25,160
Net assets released from restrictions used for operations	8,207			8,207
Investment income	17,772	1,779		19,551
(Loss) gain on sale of property	(718)	46,626		45,908
Total revenue	<u>560,623</u>	<u>49,363</u>	<u>(605)</u>	<u>609,381</u>
<b>EXPENSES:</b>				
Salaries and wages	278,601	43		278,644
Employee benefits	49,668	9		49,677
Supplies and other	128,147	208	(605)	127,750
Purchased services	52,862	15		52,877
Provision for uncollectible accounts	11,765			11,765
Depreciation and amortization	19,054	610		19,664
Interest	8,936	379		9,315
Loss on extinguishment of debt	2,583	174		2,757
Total expenses	<u>551,616</u>	<u>1,438</u>	<u>(605)</u>	<u>552,449</u>
EXCESS OF REVENUE OVER EXPENSES	9,007	47,925	-	56,932
<b>OTHER CHANGES IN UNRESTRICTED NET ASSETS:</b>				
Transfers and other charges	38,347	(45,837)		(7,490)
Change in net unrealized gains on investments	2,035	319		2,354
Net assets released from restrictions	51			51
Adjustment to initially apply the recognition provisions of SFAS No. 158	1,927			1,927
INCREASE IN UNRESTRICTED NET ASSETS	<u>\$ 51,367</u>	<u>\$ 2,407</u>	<u>\$ -</u>	<u>\$ 53,774</u>

**NEW ENGLAND MEDICAL CENTER HOSPITALS, INC.  
OBLIGATED GROUP**

**SUPPLEMENTAL COMBINING STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED SEPTEMBER 30, 2006  
(Amounts in thousands)**

	Hospital	Real Estate	Eliminations	Combined Total
OPERATING REVENUE:				
Net patient service revenue	\$ 428,498	\$ -	\$ -	\$ 428,498
Revenue from research and other sponsored programs	59,026			59,026
Other revenue	32,580	908	(556)	32,932
Net assets released from restrictions used for operations	16,173			16,173
Total operating revenue	536,277	908	(556)	536,629
OPERATING EXPENSES:				
Salaries and wages	278,233			278,233
Employee benefits	42,233			42,233
Supplies and other	121,982	186	(556)	121,612
Purchased services	44,697			44,697
Provision for uncollectible accounts	14,039			14,039
Depreciation and amortization	22,099	561		22,660
Interest	10,638	444		11,082
Total operating expenses	533,921	1,191	(556)	534,556
INCOME (LOSS) FROM OPERATIONS	2,356	(283)		2,073
NONOPERATING GAINS:				
Investment income	1,546	396		1,942
Net realized gains on sales of investments	6,197	2,415		8,612
Gain on sale of property		1,232		1,232
Total nonoperating gains—net	7,743	4,043		11,786
EXCESS OF REVENUE OVER EXPENSES	10,099	3,760		13,859
OTHER CHANGES IN UNRESTRICTED NET ASSETS:				
Transfers and other charges	27,410	(35,000)		(7,590)
Net unrealized gains (losses) on investments	(6,304)	413		(5,891)
Net assets released from restrictions	686			686
INCREASE IN UNRESTRICTED NET ASSETS BEFORE				
CUMULATIVE EFFECT OF	31,891	(30,827)		1,064
CHANGE IN ACCOUNTING PRINCIPLE				
CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING				
PRINCIPLE (See Note 2)	(1,080)			(1,080)
INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	\$ 30,811	\$ (30,827)	\$	\$ (16)

**NEW ENGLAND MEDICAL CENTER HOSPITALS, INC.  
OBLIGATED GROUP**

**SUPPLEMENTAL COMBINING STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED SEPTEMBER 30, 2005  
(Amounts in thousands)**

	Hospital	Real Estate	Combined Total
<b>OPERATING REVENUE:</b>			
Net patient service revenue	\$ 415,253	\$ -	\$ 415,253
Revenue from research and other sponsored programs	55,901		55,901
Other revenue	30,640	328	30,968
Net assets released from restrictions used for operations	<u>2,668</u>		<u>2,668</u>
Total operating revenue	<u>504,462</u>	<u>328</u>	<u>504,790</u>
<b>OPERATING EXPENSES:</b>			
Salaries and wages	256,603		256,603
Employee benefits	35,183		35,183
Supplies and other	119,208	88	119,296
Purchased services	44,415		44,415
Provision for uncollectible accounts	8,592		8,592
Depreciation and amortization	22,696	15	22,711
Interest	<u>10,937</u>	<u>465</u>	<u>11,402</u>
Total operating expenses	<u>497,634</u>	<u>568</u>	<u>498,202</u>
INCOME (LOSS) BEFORE NONOPERATING GAINS	<u>6,828</u>	<u>(240)</u>	<u>6,588</u>
<b>NONOPERATING GAINS:</b>			
Investment income	791	651	1,442
Net realized gains on sales of investments	5,965	4,535	10,500
Gain on sale of property		<u>2,075</u>	<u>2,075</u>
Total nonoperating gains—net	<u>6,756</u>	<u>7,261</u>	<u>14,017</u>
EXCESS OF REVENUE OVER EXPENSES	13,584	7,021	20,605
<b>OTHER CHANGES IN UNRESTRICTED NET ASSETS:</b>			
Transfers and other charges	(5,998)		(5,998)
Net unrealized gains (losses) on investments	<u>2,830</u>	<u>(175)</u>	<u>2,655</u>
INCREASE IN UNRESTRICTED NET ASSETS	<u>\$ 10,416</u>	<u>\$ 6,846</u>	<u>\$ 17,262</u>

**NEW ENGLAND MEDICAL CENTER HOSPITALS, INC.**  
**OBLIGATED GROUP**

**SUPPLEMENTAL COMBINING STATEMENT OF OPERATIONS**  
**YEAR ENDED SEPTEMBER 30, 2004 (Amounts in thousands)**

	Hospital	Real Estate	Eliminations	Combined Total
<b>OPERATING REVENUE:</b>				
Net patient service revenue	\$ 377,797	\$ -	\$ -	\$ 377,797
Revenue from research and other sponsored programs	52,891			52,891
Other revenue	29,763	2,468	(1,812)	30,419
Net assets released from restrictions used for operations	16,544			16,544
Total operating revenue	476,995	2,468	(1,812)	477,651
<b>OPERATING EXPENSES:</b>				
Salaries and wages	251,114			251,114
Employee benefits	37,857			37,857
Supplies and other	123,699	752	(1,782)	122,669
Purchased services	36,908		(30)	36,878
Provision for uncollectible accounts	18,035			18,035
Depreciation and amortization	22,775	555		23,330
Interest	11,381	445		11,826
Total operating expenses	501,769	1,752	(1,812)	501,709
(LOSS) INCOME FROM OPERATIONS	(24,774)	716		(24,058)
<b>NONOPERATING GAINS:</b>				
Investment income	790	144		934
Net realized gains on sales of investments	2,724	21,239		23,963
Total nonoperating gains—net	3,514	21,383		24,897
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES	(21,260)	22,099		839
<b>OTHER CHANGES IN UNRESTRICTED NET ASSETS:</b>				
Net unrealized gains (losses) on investments	702	(182)		520
Net assets released from restrictions	1,525			1,525
(DECREASE) INCREASE IN UNRESTRICTED NET ASSETS	\$ (19,033)	\$ 21,917	\$ -	\$ 2,884